

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re:		Chapter 11
)
W.R. GRACE & CO., et al.,¹		Case No. 01-1139 (JKF)
) Jointly Administered
)
		Objection Date: September 1, 2005 at 4:00 p.m.
Debtors.		Hearing Date: September 26, 2005 at 12:00 p.m.
)
)

**QUARTERLY APPLICATION OF
BMC GROUP FOR COMPENSATION FOR SERVICES
 RENDERED AND REIMBURSEMENT OF EXPENSES AS
 CLAIMS RECONCILIATION AND SOLICITATION CONSULTANT
 TO THE DEBTORS FOR THE SIXTEENTH QUARTERLY
INTERIM PERIOD (JANUARY 1, 2005 THROUGH MARCH 31, 2005)**

Name of Applicant:	BMC Group (f/k/a Bankruptcy Management Corporation) ("BMC")
Authorized to Provide Professional Services to:	The above-captioned debtors and debtors in possession.
Date of Retention:	Retention Order entered May 8, 2002; effective as of April 4, 2002
Period for which Compensation and Reimbursement is Sought:	January 1, 2005 through March 31, 2005
Amount of Compensation Sought as Actual, Reasonable and Necessary:	\$188,426.00
Amount of Expense Reimbursement Sought as Actual, Reasonable and Necessary:	\$ 7,128.78 [\$4,630.63 – Expense Reimb. and \$2,498.15 –Production Costs]

¹ The Debtors consist of the following 62 entities: W.R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W.R. Grace & Co.-Conn, A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food =N Fun Company, Dexrex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W.R. Grace Capital Corporation, W.R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

This is a: Monthly Application Quarterly Application Final Application

The total time expended for preparation of this fee application is approximately 28.0 hours and the corresponding compensation requested is approximately \$6,200.00.²

This Quarterly Application filed by BMC is for the 16th Quarterly Interim Period.

PRIOR APPLICATIONS

Date Filed	Fee App #	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
3/4/2003	N/A	4/4/2002-4/30/2002	\$18,913.50	\$1,420.00	\$15,130.80	\$1,420.00
3/4/2003	N/A	5/1/2002-5/31/2002	\$46,559.00	\$2,781.83	\$37,247.20	\$2,781.83
3/4/2003	N/A	6/1/2002-6/30/2002	\$42,162.00	\$3,538.24	\$33,729.60	\$3,538.24
3/4/2003	N/A	5th Quarterly 2002	\$107,634.50	\$7,740.07	\$86,107.60	\$7,740.07
3/4/2003	N/A	7/1/2002-7/31/2002	\$48,181.75	\$10,701.48	\$38,545.40	\$10,701.48
3/4/2003	N/A	8/1/2002-8/31/2002	\$48,729.50	\$1,891.32	\$38,983.60	\$1,891.32
3/4/2003	N/A	9/1/2002-9/30/2002	\$55,850.00	\$2,743.43	\$44,680.00	\$2,743.43
3/4/2003	N/A	6th Quarterly 2002	\$152,761.25	\$15,336.23	\$122,209.00	\$15,336.23
3/4/2003	N/A	10/1/2002-10/31/2002	\$95,621.50	\$3,384.85	\$76,497.20	\$3,384.85
3/4/2003	N/A	11/1/2002-11/30/2002	\$49,215.25	\$2,658.68	\$39,372.20	\$2,658.68
3/4/2003	N/A	12/1/2002-12/31/2002	\$46,683.00	\$850.00	\$37,346.40	\$850.00
3/4/2003	N/A	7th Quarterly 2002	\$191,519.75	\$6,893.53	\$153,215.80	\$6,893.53
5/15/2003	10	1/1/2003-1/31/2003	\$74,318.00	\$1,229.90	\$59,454.40	\$1,229.90
5/15/2003	11	2/1/2003-2/28/2003	\$82,610.00	\$4,837.69	\$66,088.00	\$4,837.69
5/15/2003	12	3/1/2003-3/31/2003	\$72,572.25	\$3,860.72	\$58,057.80	\$3,860.72
5/15/2003	8 Q	8 th Quarterly 2003	\$229,500.25	\$9,928.31	\$183,600.20	\$9,928.31
9/23/2003	13	4/1/2003-4/30/2003	\$117,598.00	\$2,132.50	\$94,078.40	\$2,132.50
9/23/2003	14	5/1/2003-5/31/2003	\$140,988.00	\$4,689.22	\$112,790.40	\$4,689.22
9/23/2003	15	6/1/2003-6/30/2003	\$95,449.00	\$8,234.67	\$76,359.20	\$8,234.67
9/23/2003	9 Q	9 th Quarterly 2003	\$354,035.00	\$15,480.10	\$283,228.00	\$15,480.10
2/18/2004	16	7/1/2003-7/31/2003	\$90,293.50	\$9,851.36	\$90,293.50	\$9,851.36
2/18/2004	17	8/1/2003-8/31/2003	\$88,262.50	\$2,515.87	\$88,262.50	\$2,515.87
2/18/2004	18	9/1/2003-9/30/2003	\$82,370.00	\$16,341.34	\$82,370.00	\$16,341.34
2/25/2004	10 Q	10 th Quarterly 2003	\$260,926.00	\$28,708.57	\$260,926.00	\$28,708.57
4/13/2004	19	10/1/2003-10/31/2003	\$86,187.00	\$1,861.76	\$86,187.00	\$1,861.76
4/13/2004	20	11/1/2003-11/30/2003	\$69,321.00	\$1,330.52	\$69,321.00	\$1,330.52
4/13/2004	21	12/1/2003-12/31/2003	\$62,679.00	\$2,627.14	\$62,679.00	\$2,627.14
4/13/2004	11 Q	11 th Quarterly 2003	\$218,187.00	\$5,819.42	\$218,187.00	\$2,528.88
6/18/2004	22	1/1/2004-1/31/2004	\$84,944.50	\$1,327.94	\$84,944.50	\$1,327.94
6/18/2004	23	2/1/2004-2/29/2004	\$42,147.00	\$1,623.86	\$42,147.00	\$1,623.86
6/18/2004	24	3/1/2004-3/31/2004	\$89,579.50	\$1,403.99	\$89,579.50	\$1,403.99
6/18/2004	12 Q	12 th Quarterly 2004	\$216,671.00	\$4,355.79	\$216,671.00	\$4,355.79
11/3/2004	25	4/1/2004-4/30/2004	\$76,264.50	\$2,134.18	\$76,264.50	\$2,134.18
11/3/2004	26	5/1/2004-5/31/2004	\$63,313.50	\$2,330.43	\$63,313.50	\$2,330.43
11/3/2004	27	6/1/2004-6/30/2004	\$58,641.50	\$2,795.01	\$58,641.50	\$2,795.01
11/3/2004	13 Q	13 th Quarterly 2004	\$198,219.50	\$7,259.62	\$198,219.50	\$7,259.62

² The actual number of hours expended in preparing this fee application and the corresponding compensation requested will be set forth in BMC's subsequent fee applications.

PRIOR APPLICATIONS - continued

BIOGRAPHICAL INFORMATION

Name of Professional Person	Position with Applicant; Number of Years in Position, Prior Relevant Experience, Licenses and Year Obtained, Area of Expertise	Hourly Billing Rate (Including Changes)	Total Hours Billed	Total Compensation
Tinamarie Feil	Chief Financial Officer and co-founder of BMC, 6 years; 23 years experience in bankruptcy and other legal practice areas	\$275.00	0.2	\$55.00
Martha Araki	Senior Bankruptcy Consultant, 5 years; 19 years bankruptcy experience	\$210.00	142.0	\$29,820.00
Mark Austin	Senior Data Consultant, 3 months; 11 years prior experience in systems and applications development	\$150.00	1.2	\$180.00
Roy Baez	Case Support Clerk, 5 years	\$65.00	12.5	\$812.50
James Bartlett	Case Support Associate, 1-1/2 years	\$85.00	10.8	\$918.00
Andrea Bosack	Case Information Services Lead, 3 years; 7 years prior experience as Manager of Call Center of major class action and bankruptcy firm	\$90.00	9.9	\$891.00
Brendan Bosack	Senior Data Consultant, 3-1/4 years; former application project manager for a claims agent; 7 years prior experience in bankruptcy data, application development and reporting	\$175.00	4.8	\$840.00
Susan Burnett	Consultant, 1-1/2 years; 3 years prior experience as an attorney, 20 years prior accounting and finance experience	\$150.00	59.3	\$8,895.00
Jacqueline Bush	Data Consultant, 3-1/2 years	\$95.00	24.3	\$2,308.50

Trina Carter	Case Information Clerk, 3 years	\$45.00	4.5	\$202.50
Phillip Condor	Case Analyst, 1 year; 2 years prior legal industry experience	\$65.00	37.2	\$2,418.00
Rodulfo Dacalos	Case Analyst, 1 year; 3 years prior legal experience	\$65.00	27.6	\$1,794.00
Corazon Del Pilar	Case Support Clerk, 1-1/2 years	\$45.00	10.7	\$481.50
Diane George	Data Consultant, 4 years; 2 years prior bankruptcy experience	\$140.00	0.7	\$98.00
Ryan Gingoyon	Case Analyst, 1 year; 2 years prior legal industry experience	\$65.00	85.6	\$5,564.00
Maristar Go	Case Analyst, 1 year; 2 years prior legal industry experience	\$65.00	19.8	\$1,287.00
Mike Grimmert	Senior Data Consultant, 2-1/2 years; 12 years prior experience bankruptcy and data programming	\$175.00	101.3	\$17,727.50
Yvette Hassman	Case Support Associate, 2 years; 3 years prior bankruptcy case support experience	\$90.00	12.5	\$1,125.00
Sue Herrschaft	Senior Consultant, 2-1/2 years; former Operations Manager, Audit Division, Arthur Andersen-LA; 10 years prior experience in risk management and quality assurance	\$210.00	419.7	\$88,137.00
Myrtle John	Senior Bankruptcy Consultant, 4 years; 25 years experience in bankruptcy and other legal practice areas	\$195.00	4.1	\$799.50
Lemuel Jumilla	Case Analyst, 1 year; 3 years prior legal industry experience	\$65.00	12.6	\$819.00
Alison Keeny	Case Support Associate, 1-1/2 years; 6 years experience in bankruptcy and other legal practice areas	\$90.00	10.1	\$909.00
Stephenie Kjontvedt	Consultant, 2 years; 15 years experience in bankruptcy consulting	\$140.00	2.4	\$336.00
Steve Kotarba	Director, 1 year; 7 years prior experience as a bankruptcy attorney	\$275.00	2.1	\$577.50
Gunther Kruse	Consultant, 2 years; 8 years prior experience in IT industry as database administrator and network manager	\$150.00	0.3	\$45.00
Marquis Marshall	Case Support Clerk, 1-1/4 years	\$45.00	15.0	\$675.00
James Myers	Case Support Clerk, 3-1/2 years	\$65.00	6.7	\$435.50
Belinda Rivera	Case Support Clerk, 1-1/4 years	\$45.00	2.7	\$121.50
Noreve Roa	Case Analyst, 1 year; 2 years prior legal industry experience	\$65.00	66.4	\$4,316.00
Airgelou Romero	Case Analyst, 1 year; 3 years prior legal industry experience	\$65.00	6.4	\$416.00
Lisa Ruppaner	Case Support Associate, 2-1/2 years	\$95.00	62.5	\$5,937.50
Lisa Schroeder	Case Support Clerk, 2 years	\$45.00	2.7	\$121.50
Linda Simpson	Practice Support, 1-1/4 years	\$65.00	0.2	\$13.00
Lucina Solis	Case Support Associate, 1-1/2 years	\$45.00	3.4	\$153.00
Kong Tan	Data Consultant, 8 months; 5 years prior experience in computer application development	\$150.00	11.2	\$1,680.00
Brianna Tate	Case Information Clerk, 1-1/2 years	\$45.00	7.0	\$315.00
Erika Velazquez	Case Support Clerk, 8 months	\$65.00	0.8	\$52.00
Frank Visconti	Data Consultant, 2-1/4 years; former programmer/analyst Midwest Consulting Group	\$125.00	21.3	\$2,662.50

Heather Walker	Case Information Clerk, 2-3/4 years	\$65.00	7.6	\$494.00
Anna Wick	Data Consultant, 2-1/2 years	\$110.00	36.3	\$3,993.00

Grand Total:	Fees: \$ 188,426.00	Hours: 1,266.4
Blended Rate:		\$148.79

COMPENSATION BY PROJECT CATEGORY

Project Category	Total Hours	Total Fees
Asbestos Claims	187.4	\$33,392.00
Case Administration	283.8	\$40,093.50
Data Analysis	198.9	\$29,379.50
Fee Applications-Applicant	144.9	\$30,429.00
Non-Asbestos Claims	433.5	\$51,529.50
Plan & Disclosure Statement	17.9	\$3,602.50
Travel – Non Working	0.0	\$0.00
Total	1,266.4	\$188,426.00

EXPENSE SUMMARY

Expense Category	Service Provider (If Applicable)	Total Expenses
b-Linx/Data Storage	BMC	\$2,550.00
Document Storage	BMC	\$1,512.35
Pacer	US Courts Pacer Website	\$553.28
Supplies	Various	\$15.00
Total		\$4,630.63

PRODUCTION EXPENSE SUMMARY

Date of Mailing	Service Provider (If Applicable)	Total Expenses
January 6, 2005	BMC (1 mailing)	\$215.64
January 12, 2005	BMC (2 mailings)	\$423.72
February 28, 2005	BMC (1 mailing)	\$1,499.71
March 18, 2005	BMC (4 mailings)	\$274.03
March 28, 2005	BMC (2 mailings)	\$85.05
Total		\$2,498.15

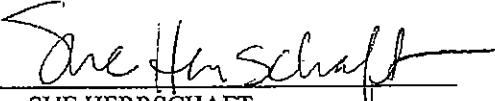
WHEREFORE, BMC respectfully requests:

- (a) that an allowance be made to it in the aggregate of \$157,806.68, which is comprised of:
 - (i) 80% of the fees rendered by BMC to the Debtors for reasonable and necessary professional services during the Sixteenth Quarterly Fee Period (80% of \$188,426.00 = \$150,740.80);
 - (ii) 100% of the actual and necessary costs and expenses incurred by BMC during the Sixteenth Quarterly Fee Period (\$7,065.88); and
- (b) that both the fees and expenses are payable as an administrative expense of the Debtors' estates; and
- (c) for such other and further relief as the Court deems just and proper.

Dated: August 9, 2005

BMC GROUP (f/k/a BANKRUPTCY
MANAGEMENT CORPORATION)

By:



SUE HERRSCHAFT
720 Third Avenue, 23rd Floor
Seattle, Washington 98104
Telephone: (206) 516-3300
Telecopier: (206) 516-3304

Claims Reconciliation and Solicitation
Consultant to the Debtors and
Debtors in Possession